FISCAL NOTE

SB 2541 - HB 2800

March 20, 1998

SUMMARY OF BILL: Requires health insurance companies, health maintenance organizations and other managed care organizations to exercise ordinary care when making health care treatment decisions. Makes such organizations civilly liable for any harm to an enrollee for failure to exercise such ordinary care.

ESTIMATED FISCAL IMPACT:

MINIMAL

Assumes that any increased liability and resulting damages assessed to health insurance companies, managed care organizations or health maintenance organizations will not be significant to the degree to cause premium increases in local or state government health plans or to increase TennCare capitation payments.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

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